

United States Department of the Interior

BUREAU OF OCEAN ENERGY MANAGEMENT

Gulf of Mexico OCS Region 1201 Elmwood Park Boulevard New Orleans, LA 70123-2394

In Reply Refer To:

MS GM 266A OCS-G 15676 AUG 0 2 2019

Sanare Energy Partners, LLC 11 Greenway Plaza, Suite 2800 Houston, TX 77046 Attn: Sherry J. Gosnell

Dear Ms. Gosnell:

Your letter dated July 18, 2019, requesting cancellation of Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond No. N-7001164, in the amount of \$250,000, was received by our office on July 22, 2019. This bond, conditioned to cover Right-of-Way OCS-G 15676, was executed on August 16, 2018, with Northstar Offshore Ventures LLC as principal and Indemnity National Insurance Company as surety.

Attached to and forming a part of Bond No. N-7001164, is Name Change Bond Rider, executed on February 4, 2019, which changes the name of the principal from Northstar Offshore Ventures, LLC to Sanare Energy Partners, LLC. The rider is effective November 29, 2018.

The Bureau of Ocean Energy Management has no objection to cancellation of Bond No. N-7001164, which is considered cancelled without residual liability effective July 31, 2019, the date of final concurrence with the cancellation.

Should you need further assistance, please contact Kathleen Lee at (504) 736-5774 or boemgomrfinancialassurance@boem.gov.

Sincerely,

Regional Supervisor

Leasing and Plans

cc.

Indemnity National Insurance Company

725 Cool Springs Blvd., Suite 600

Franklin, TX 37067

Attn: Theresa Pickerrell

Sent Via Email To: $\underline{bmac@sanarepartners.com}\ , \ \underline{sgosnell@sanarepartners.com}\ , \ \underline{tpickerrell@smithmanus.com}$



11 Greenway Plaza Suite 2800 Houston, Texas 77046

(713) 626-9696

Fax (713) 626-3444

Via Federal Express

July 18, 2019

Bureau of Ocean Energy Management Lease and Financial Responsibility Section Attn: Ms. Kathleen Lee 1201 Elmwood Park Blvd. New Orleans, LA 70123-2394

Re: Bond Cancellation Request

High Island A-442 R-O-W OCS-G 15676, Segment #10773 (Terminated)

Supplemental Bond N-7001164 & Rider

Dear Ms. Lee:

Sanare Energy Partners, LLC (3520) {"Sanare"} respectfully requests the release and cancellation of Supplemental Bond #N-7001164 in the amount of \$250,000.00 representing the captioned High Island A-442 ROW OCS-G 15676, which is a terminated Right-of-Way. Indemnity National Insurance Company is the Surety, with Sanare Energy Partners, LLC as Principal.

Under separate cover letter dated July 10, 2019, Sanare submitted Bond #N-7002364 in the amount of \$558,612.00 replacing this terminated R-O-W.

Should you require additional information, please feel free to contact:

Mr. Brian Macmillan at (713) 386-1046 or bmac@sanarepartners.com

Sherry Gosnell at (713) 386-1040 or sgosnell@sanarepartners.com

Or our Surety contact, Ms. Theresa Pickerrell at (502) 238-1246 or tpickerrell@smithmanus.com

Respectfully,

Sheryl Fosty

Sherry J. Gosnell Assistant Secretary

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